

BANK INDONESIA REGULATION
NUMBER: 6/5/PBI/2004
ON
THE ALTERATION OF
BANK INDONESIA REGULATION NUMBER 4/10/PBI/2002
ON BANK INDONESIA CERTIFICATE

THE GOVERNOR OF BANK INDONESIA

- Considering :
- a. that in order to improve the effectiveness of implementing the trading transaction of the Bank Indonesia Certificate (SBI), Bank Indonesia has applied the system of Bank Indonesia – Scriptless Securities Settlement System;
 - b. that based on the above-mentioned article, it is considered necessary to have an alteration on Bank Indonesia Regulation Number 4/10/PBI/2002 on the Bank Indonesia certificate ;
- Regarding :
- 1. Act Number 23 Year 1999 on Bank Indonesia (The Government Official Gazette of The Republic of Indonesia Year 1999 Number 66, The Supplementary of Government Official Gazette of The Republic of Indonesia Number 3843) that has been altered by Act Number 3 Year 2004 (The Government Official Gazette of The

Republic of Indonesia Year 2004 Number 7, The Supplementary of Government Official Gazette Number 4357);

2. Bank Indonesia Regulation Number 6/2/PBI/2004 on Bank Indonesia Scriptless Securities Settlement System (The Government Official Gazette of The Republic of Indonesia Year 2004 Number 15, The Supplementary of Government Official Gazette Number 4363);

HAS DECREED:

To enact : BANK INDONESIA REGULATION ON THE ALTERATION OF BANK
INDONESIA REGULATION NUMBER 4/10/PBI/2002 ON BANK
INDONESIA CERTIFICATE

Article 1

Some stipulations in Bank Indonesia Regulation Number 4/10/PBI/2002 has been modified as follow:

1. Verse (2) Article 7 is nullified, so that Article 7 on the whole will be as follow:

“Article 7

- (1) A Bank that performs a transaction of SBI in the initial market, whether for its own or other party profit, must own a demand deposit balance in Rupiahs in Bank Indonesia with a sufficient amount that enables them to meet their

obligation to close the SBI transaction with Bank Indonesia on the date of closing the transaction.

(2) Nullified.”

2. The rule in Article 10 verse (1) is altered, so that Article 10 on the whole will be as follow:

“Article 10

- (1) Bank Indonesia arranges SBI in an electronic administration system with a Book Entry Registry System within the facilities of Bank Indonesia – Scriptless Securities Settlement System.
- (2) The system of administration that is managed by Bank Indonesia as mentioned in verse (1) includes the recording system of ownership and closing of SBI transaction.
- (3) The recording system of SBI ownership as mentioned in verse (2) is done without document (scriptless).
- (4) Bank Indonesia may appoint other party to support the administration of SBI as mentioned in verse (1).
- (5) If the appointed other party that supports the administration of SBI as mentioned in verse (4) cannot fulfill its obligation as required by Bank Indonesia or if the appointed party stops its business activities, Bank Indonesia has the right to withdraw the appointment which has been made.”

3. Verse (3) and (4) are nullified , so that Article 12 on the whole will be as follow:

“Article 12

- (1) If on the closing date of transaction, the Bank or the other party cannot fulfill its obligation as mentioned in Article 7, the referred SBI transaction will officially be cancelled.
- (2) The cancellation of SBI transaction with Bank Indonesia will give the Bank or the other party which is involved a sanction as regulated in Article 16 of Bank Indonesia Regulation Number 4/9/2002 on the Open Market Operation.
- (3) Nullified.
- (4) Nullified.”

Article II

This Bank Indonesia Regulation will prevail since the date of its declaration.

Declared in Jakarta

On February 16, 2004

THE GOVERNOR OF BANK INDONESIA

BURHANUDDIN ABDULLAH

THE GOVERNMENT OFFICIAL GAZETTE OF THE REPUBLIC OF INDONESIA
YEAR 2004 NUMBER 18 DPM

EXPLANATION

BANK INDONESIA REGULATION

NUMBER: 6/5/PBI/2004

ON

THE ALTERATION OF

BANK INDONESIA REGULATION NUMBER 4/10/PBI/2002

ON BANK INDONESIA CERTIFICATE

ARTICLE BY ARTICLE

Article I

Number 1

Sufficient

Number 2

Sufficient

Number 3

Article 12

Verse (1)

Sufficient

Verse (2)

SBI transaction with Bank Indonesia includes the
publication of SBI in the initial market and the SBI Repo
Bank transaction with Bank Indonesia.

Verse (3)

Sufficient

Verse (4)

Sufficient

Article II

Sufficient